

DAILY MARKETS OVERVIEW

21 JANUARY 2019

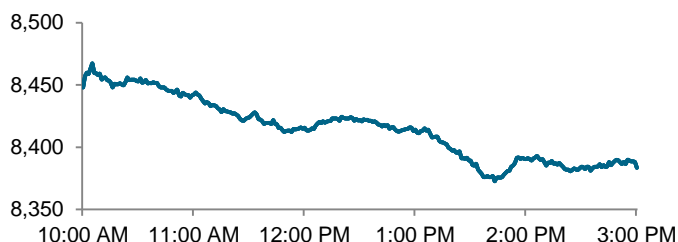
السوق السعودي كابتال

Saudi Fransi Capital

Distinguished Service, Outstanding Performance



TASI Intraday



Source: Reuters

Saudi Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Saudi (TASI)	8,384	-0.8	2.1	7.1	18.3
Saudi (NOMU)	2,825	1.8	10.0	12.1	9.0
Energy	4,924	-0.2	-1.0	1.6	18.5
Materials	5,593	0.3	1.9	6.5	17.3
Capital Goods	3,908	0.6	0.5	0.2	22.3
Com. & Prof. Svc	4,382	-0.6	2.4	5.9	18.8
Transportation	3,578	-0.3	2.2	2.9	20.9
Cons. Durables & Apparel	3,655	0.3	-0.3	-0.2	NA
Consumer Services	3,093	0.0	2.0	4.9	NA
Media	10,391	-1.1	2.3	2.1	NA
Retailing	6,810	-0.9	-2.5	-0.8	32.8
Food & Staples Retailing	5,919	-0.2	-0.3	-0.4	24.1
Food & Beverages	4,258	-3.3	2.8	9.5	NA
Health Care Equipment	3,775	-0.2	-0.2	0.5	20.4
Pharma, Biotech & Life Science	3,859	0.0	-1.5	-0.5	26.9
Banks	7,986	-1.3	3.2	10.7	14.4
Diversified Financials	3,448	-0.3	-0.5	-0.9	NA
Insurance	4,262	-0.5	-0.7	2.1	NA
Telecommunication	5,796	-0.5	0.7	7.2	19.2
Utilities	3,511	-0.4	4.3	4.2	NA
REITs	3,614	0.0	-0.3	-0.3	NA
Real Estate	3,158	-0.6	0.5	-2.1	23.4

Sources: Bloomberg, Reuters, Tadawul

Top 5 Gainers

Company	Last Close	% Change	Value (SAR mn)
Saudi Cable Co.	45.90	3.9%	14
City Cement Co.	9.69	3.3%	16
Abdullah A. M. Al-Khodari Sons Co.	7.10	3.2%	64
Yanbu Cement Co.	26.40	3.1%	14
Amana Cooperative Insurance Co.	23.60	3.1%	37

Source: Tadawul

Upcoming General Assembly Meetings

Company	Date
Al-Ahlia Insurance Co.	27-Jan-19
Saudi Airlines Catering Co.	27-Jan-19
Gulf Union Cooperative Insurance Co.	27-Jan-19
Amana Cooperative Insurance Co.	28-Jan-19
Etihad Atheeb Telecommunication Co.	30-Jan-19
Saudi Real Estate Co.	31-Jan-19

Source: Tadawul

NOTES: (1) Prices as of last trade. Updated as of January 21, 2019
(2) WTD: Week to Date and YTD: Year to Date

Saudi Market Update

- TASI closed 0.8% lower at 8,384 while NOMU ended 1.8% higher at 2,825 on Sunday. TASI traded value totaled SAR 2.5bn and averaged SAR 2.7bn over the last 30 days. The five most active stocks (by value) in TASI accounted for 35.8% of the daily traded value.
- Banks closed 1.3% lower and Materials were 0.3% higher. Telecom also decreased 0.5%. Capital Goods (up 0.6%) was the best performer. Among stocks, Saudi Cable Co. (2110/SCACO AB), City Cement Co. (3003/CITYC AB), and Abdullah A. M. Al-Khodari Sons Co. (1330/ALKHODAR AB) led the gainers.
- The Minister of Energy revealed KSA's plans to build an oil refinery in South Africa, as part of a major investment in the country. The planned location where the refinery and petrochemical factory would be constructed would be revealed in the coming weeks. (Source: *Argaam*)
- The Ministry of Labor and Social Development launched unified regulations for women's work environment, aimed at creating an attractive working environment for women. The initiative is targeted at promoting the presence of women in various labor market fields and facilitating private sector employment for women. (Source: *Argaam*)
- Saudi Aramco awarded Italy-based Saipem (SPM IM) two engineering, procurement, installation, and construction (EPIC) contracts worth approximately USD 1.3bn (SAR 4.9bn). The contracts are part of a long-term agreement (LTA) for offshore activities in KSA, renewed in 2015 and expected to be effective up to 2021. (Source: *Argaam*)
- ACWA Power's CEO revealed the firm's plans to expand to 25 countries by 2025. He added the company aims to double its water desalination and power generation capacity over the next five years, with investments estimated at USD 35bn (SAR 131bn). (Source: *Argaam*)
- Aldrees Petroleum & Transport Services Co.'s (4200/ALDREES AB) CEO announced the firm's plans to open 64 new fuel stations in 2019. The company further intends to close 14 stations this year, after shutting down four in 4Q18. (Source: *Argaam*)
- Saudi Advanced Industries Co. (2120/SAIC AB) completed the procedures required for liquidating Tasnee and SAIC Polyol and Derivatives Co. as operations had been halted in the joint venture on mutual agreement. (Source: *Argaam*)

Top 5 Losers

Company	Last Close	% Change	Value (SAR mn)
Almarai Co.	52.60	-6.1%	52
Samba Financial Group	35.60	-3.3%	29
Banque Saudi Fransi	36.90	-2.8%	12
Savola Group	31.40	-2.3%	25
AXA Cooperative Insurance Co.	23.34	-2.3%	5

Most Active Stocks by Value (SAR mn)

Company	Last Close	% Change	Value (SAR mn)
Al Rajhi Bank	98.90	-1.1%	265
Saudi Basic Industries Corp.	123.00	0.3%	238
Alinma Bank	23.86	-0.7%	184
Saudi Kayan Petrochemical Co.	14.18	0.7%	183
Saudi Cable Co.	45.90	3.9%	14

Source: Tadawul

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GCC Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Dubai (DFM)	2,513	-0.2	-1.3	-0.7	7.6
Abu Dhabi (ADX)	4,975	-0.2	0.3	1.2	13.4
Kuwait (KSE)	5,258	0.2	0.3	1.4	18.5
Qatar (QE)	10,760	-0.3	1.0	4.5	15.9
Oman (MSM)	4,203	-0.8	-2.5	-2.8	8.5
Bahrain (BSE)	1,348	0.5	0.4	0.8	8.7
DJMENA Index	583	-0.4	1.2	10.6	NA

Source: Bloomberg, Reuters

Global Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
US (S&P 500)	2,671	1.3	2.9	6.5	17.9
US (NASDAQ 100)	7,157	1.0	2.7	7.9	20.5
UK (FTSE 100)	6,968	2.0	0.7	3.6	15.7
Germany (DAX)	11,206	2.6	2.9	6.1	12.0
France (CAC 40)	4,876	1.7	2.0	3.1	14.8
Russia (MICEX)	2,474	1.1	1.2	4.4	5.3
Japan (Nikkei)	20,666	1.3	1.5	3.3	14.1
Hong Kong (HSI)	27,091	1.3	1.6	4.8	10.2
South Korea (KOSPI)	2,124	0.8	2.3	4.1	10.2
China (SHCOMP)	2,596	1.4	1.7	4.1	12.0
India (NIFTY)	10,907	0.0	1.0	0.4	22.6
Brazil (IBOV)	96,097	0.8	2.6	9.3	21.3
Turkey (BIST 100)	98,455	1.7	7.4	7.9	7.0
Egypt (EGX30)	13,483	0.0	0.9	3.4	12.4
MSCI Emerging Markets	1,018	0.9	1.7	5.4	12.1
MSCI World	2,001	1.3	2.2	6.2	16.3

Source: Bloomberg, Reuters

Commodities Prices

Index	Last Close	1 Day %	WTD %	YTD %	1 Year %
Brent Crude (\$/bbl)	62.7	2.5	3.7	16.5	-9.5
Natural Gas (\$/mmbtu)	3.5	2.0	12.3	18.4	12.8
Gold (\$/oz)	1,282	-0.8	-0.4	0.0	-3.4
Silver (\$/oz)	15.3	-1.2	-1.7	-1.0	-9.5
Platinum (\$/oz)	798	-1.5	-1.5	0.3	-20.4
Copper (\$/t)	6,030	1.1	1.8	1.4	-14.3
Zinc (\$/t)	2,591	1.4	3.7	2.9	-23.8
Lead (\$/mt)	1,989	2.1	1.4	-1.0	-22.9
Wheat (\$/bu)	518	0.0	-0.3	2.9	3.9
Corn (\$/bu)	382	0.5	0.9	1.8	-3.2
Sugar (\$/lb)	13.0	1.4	2.0	8.3	-10.0

Source: Bloomberg

Interest Rate Watch (3M Interbank Offer Rate, %)

Country	Last Close	1 Day Change	YTD Change	Spread*
US	2.76	-0.01	-0.05	0.00
Saudi Arabia	2.97	0.00	0.00	0.21
UAE	2.93	0.06	0.09	0.17
Kuwait	2.50	0.00	0.19	-0.26
Qatar	2.90	0.00	0.00	0.14
Bahrain	3.95	0.00	0.00	1.19

Source: Reuters

NOTES: (1) Prices updated as of January 21, 2019 (2) WTD: Week to Date; YTD: Year to Date; NA: Not Applicable, *Spread = US 3M Rate – Country 3M Rate

GCC & Global Markets Update

- Global markets were closed for trading on Sunday.
- Asian markets are trading higher on Monday. China is up 0.7%. Japan is trading 0.3% higher, while South Korea is trading flat. Hong Kong and India are trading 0.4% and 0.7% higher, respectively.
- GCC markets ended mixed on Sunday. Both Dubai and Abu Dhabi declined 0.2%. Kuwait gained 0.2% while Qatar closed 0.3% lower. Oman declined 0.8% while Bahrain ended 0.5% higher.
- According to the International Energy Agency (IEA), global oil demand would be stronger this year than in 2018, as lower fuel prices counter slowing economic activity. (Source: Argam)
- The Executive Committee of the Saudi-Emirati Coordination Council in Abu Dhabi announced seven strategic initiatives between KSA and the UAE in the fields of tourism, aviation, entrepreneurship, and customs and security, and the services and financial markets. (Source: Trade Arabia)
- The UAE's Federal Tax Authority (FTA) outlined four conditions that would allow foreign businesses to recover value-added tax (VAT) incurred in the UAE in a new guide published on its official website. (Source: Trade Arabia)
- Kuwait's Foreign Minister revealed that the country is launching an initiative to create a USD 200mn (KWD 60.7mn) fund for investments in technology, adding that Kuwait would give USD 50mn (KWD 15.1mn) to the fund to allow investment in the fields of technology and digital economy, which the private sector will take part in. (Source: Zawya)
- Dubai's Department of Tourism and Commerce Marketing (Dubai Tourism) and Al Ansari Exchange signed an agreement to facilitate payments for a range of tourism and travel-related services. (Source: Trade Arabia)
- Abu Dhabi Fund for Development (ADFD) financed hundreds of development projects worth AED 4.4bn (USD 1.2bn) in the renewable energy sector around the world. (Source: Trade Arabia)
- Dubai's Emaar Properties (EMAAR UH) launched the second phase of its Expo Golf Villas project following an overwhelming sales response for phase 1. The developer stated it had released a limited collection of three- and four-bedroom premium villas situated just 10 minutes from the Expo 2020 Dubai site. (Source: Arabian Business)
- Dubai-based Viva City announced the completion of the first floor of its Sport Society mall, adding construction was on track for the landmark project being developed in the Mirdif area of Dubai; the project is scheduled for completion by the end of 2019. (Source: Trade Arabia)

Coming Up

- US Existing Home Sales for December 2018 (prior: 5.32mn) will be announced tomorrow. (Source: Econoday)
- US EIA Petroleum status report on weekly change in crude oil inventories for the week ended January 18 (prior: -2.7mn barrels) will be announced on January 24. (Source: Econoday)
- US jobless claims for the week ended January 19 (prior: 213K; consensus: 217K) will be announced on January 24. (Source: Econoday)



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